RESULTS OF MEETING

The State Oil and Gas Board of Alabama held a special hearing at 10:00 a.m. on Thursday, April 14, 2011, in the Board Room of the State Oil and Gas Board, Walter B. Jones Hall, University of Alabama Campus, 420 Hackberry Lane, Tuscaloosa, Alabama.

1. DOCKET NO. 10-26-10-10A

Continued amended petition by LAND AND NATURAL RESOURCE DEVELOPMENT, INC., an Alabama corporation, requesting the State Oil and Gas Board to enter an order force pooling, without the imposition of a risk compensation penalty, all tracts and interests in hydrocarbons produced from the Smackover Formation in the proposed Hattie Gibby 7-15 No. 2 Well to be drilled on a 160-acre drilling unit consisting of the South Half of the Southeast Quarter of Section 7 and the North Half of the Northeast Quarter of Section 18, all in Township 6 North, Range 5 East, Clarke County, Alabama, in the Barlow Bend Field.

This Petition is in accordance with Section 9-17-13, <u>Code of Alabama</u> (1975), as amended, and Rule 400-7-2-.01 of the <u>State Oil and Gas Board of Alabama Administrative Code</u>.

This petition is filed as a companion to a petition bearing Docket No. 10-26-10-11 requesting approval of an exceptional 160-acre drilling unit for the Hattie Gibby 7-15 No. 2 Well as an exception to Rule 3(a) of the Special Field Rules for the Barlow Bend Field.

BOARD ACTION: Denied 3.31.11.

ORDER NO.: 2011-39

2. DOCKET NO. 10-26-10-11

Continued petition by LAND AND NATURAL RESOURCE DEVELOPMENT, INC., an Alabama corporation, requesting the State Oil and Gas Board to enter an order approving a 160-acre drilling unit for the proposed Hattie Gibby 7-15 No. 2 Well consisting of the South Half of the Southeast Quarter of Section 7 and the North Half of the Northeast Quarter of Section 18, all in Township 6 North, Range 5 East, Clarke County, Alabama, in the Barlow Bend Field, as an exception to Rule 3(a) of the Special Field Rules for said Field, which requires units consisting of governmental quarter sections.

This petition is filed as a companion to a petition bearing Docket No. 10-26-10-10 requesting the forced pooling, without imposition of the risk compensation fee, of all tracts and interests in hydrocarbons produced from the Smackover Formation in the Hattie Gibby 7-15 No. 2 Well.

BOARD ACTION: Denied 3.31.11.

ORDER NO.: 2011-39